

FRANCHISE TAX RETURN
BANKS, OTHER FINANCIAL CORPORATIONS, AND
SMALL BUSINESS INVESTMENT COMPANIES

AS OF JANUARY 1, 19 _____

(Based on income for calendar year _____ or fiscal year
commencing on _____, 19 ____)

THIS SPACE FOR OFFICE USE ONLY. DO NOT STAPLE HERE.

Name _____ Federal Employer I.D. No. _____
Address _____ Hawaii G.E./Use and/or Withholding I.D. No. _____
City _____ State _____ ZIP Code _____

IF APPLICABLE, CHECK BOX: ☐ First year return; ☐ Second year return; ☐ Final return.

A COPY OF ALL PAGES OF YOUR FEDERAL RETURN MUST ACCOMPANY THIS RETURN.

If this is a consolidated return, attach copy of Hawaii Forms N-304 and N-303 for each subsidiary

GROSS INCOME

| | | | | | |
|-----|--|---------------------------------------|------|--|--|
| 1. | Gross Receipts _____ | Less: Returns and allowances _____ | 1 | | |
| 2. | Less: Cost of goods sold and/or operations (Attach schedule) | | 2 | | |
| 3. | Gross Profit (line 1 minus line 2) | | 3 | | |
| 4. | Dividends (Schedule C) | | 4 | | |
| | | Gross Amount of Interest | | | |
| | | Less: Amortizable Bond Premium | | | |
| 5. | Interest on government obligations | | 5 | | |
| 6. | Other interest | | 6 | | |
| 7. | (a) Rents _____ | Plus 7(b) Royalties _____, Sum ► | 7(c) | | |
| 8. | (a) Net capital gains (from federal Schedule D) | | 8(a) | | |
| | (b) Ordinary gain or loss (from federal Schedule 4797) | | 8(b) | | |
| 9. | Other income (Attach schedule) | | 9 | | |
| 10. | TOTAL INCOME — Add lines 3 through 9 | | 10 | | |

DEDUCTIONS

| | | | | | |
|-----|--|----------------------------------|-------|--|--|
| 11. | Compensation of officers (Schedule E) | | 11 | | |
| 12. | Salaries and wages (not deducted elsewhere) | | 12 | | |
| 13. | Repairs (Do not include cost of improvements or capital expenditures) | | 13 | | |
| 14. | (a) Bad debts (Schedule F) _____ | Plus 14(b) Rents _____, Sum ► | 14(c) | | |
| 15. | (a) Taxes (Schedule B) _____ | Plus 15(b) Interest _____, Sum ► | 15(c) | | |
| 16. | Contributions or gifts paid (Attach schedule) | | 16 | | |
| 17. | Amortization (Attach schedule) | | 17 | | |
| 18. | Depletion | | 18 | | |
| 19. | Depreciation (from federal Form 4562) | | 19 | | |
| 20. | Advertising | | 20 | | |
| 21. | Amounts contributed under: (a) Pension, profit-sharing, stock bonus, annuity plans (Attach schedule) | | 21(a) | | |
| | (b) Other employee benefit plans (Attach schedule) | | 21(b) | | |
| 22. | Other deductions (Attach schedule) | | 22 | | |
| 23. | TOTAL DEDUCTIONS — Add lines 11 through 22 | | 23 | | |
| 24. | Net income before Hawaii adjustments (line 10 minus line 23). Enter here and on page 2, line 24a | | 24 | | |

TAX

| | | | | | |
|-----|---|----|----|--|--|
| 68. | TOTAL TAX from page 3, line 67 | | 68 | | |
| 69. | Total Non-Refundable Credits. Enter the result from page 4, Schedule H, line 3 | | 69 | | |
| 70. | Line 68 minus line 69. Enter the result but not less than zero | | 70 | | |
| 71. | Payment with extension (Attach Form N-755) | 71 | | | |
| 72. | Tax installment payments (See instruction XV) | 72 | | | |
| 73. | Capital Goods Excise Tax Credit (Attach Form N-312) | 73 | | | |
| 74. | Add lines 71, 72 and 73 and enter result | | 74 | | |
| 75. | TAX DUE (Line 70 minus line 74. If line 74 is greater than line 70, skip line 76 and go to line 77) | | 75 | | |
| 76. | Enter amount paid with this return | | 76 | | |
| 77. | OVERPAYMENT (If line 74 is larger than line 70) enter AMOUNT OVERPAID | | 77 | | |
| 78. | Enter amount of line 77 you want Credited to 2000 estimated tax ► 78(a) \$• | | | | |
| | Refunded ► 78(b)• | | | | |

Please
Sign
Here

I declare, under the penalties set forth in section 231-36, HRS, that this return (including any accompanying schedules or statements) has been examined by me and, to the best of my knowledge and belief, is a true, correct, and complete return, made in good faith, for the taxable year stated, pursuant to the Hawaii Income Taxation of Banks and Other Financial Corporations, Chapter 241, HRS.

➤

Signature of officer

Date

Title

Paid
Preparer's
Information

| | | | |
|---|------|---|-----------------------------------|
| Preparer's Signature ➤ | Date | Check if self-employed <input type="checkbox"/> | Preparer's social security number |
| Firm's name (or yours if self-employed) and address ➤ | | Federal E.I. No. ➤ | |
| | | ZIP CODE ➤ | |

| | | | | |
|-----|---|-------|--|--|
| 24. | (a) Net income before Hawaii adjustments — from page 1, line 24 | 24(a) | | |
|-----|---|-------|--|--|

STATE ADJUSTMENTS**ADD:**

| | | | | |
|-----|---|-------|--|--|
| 25. | Taxable dividends from Schedule C, line 8 | 25 | | |
| 26. | (a) Interest on obligations of the United States or its possessions or on securities issued under an Act of Congress. (See instruction VI(a)(1)) | 26(a) | | |
| | (b) Interest on state, territorial, municipal, county, or other bonds or securities, including Hawaiian issues, not included on line 6. (See instruction VI(a)(2)). | 26(b) | | |
| 27. | Amount of deduction for bad debts taken on line 14(a). (See instructions IV(b), and VII) | 27 | | |
| 28. | Other additions required by law — submit schedule. (See instruction IV(b)) | 28 | | |
| 29. | Total of lines 24(a) through 28 | 29 | | |

DEDUCT:

| | | | | |
|-----|---|----|--|--|
| 30. | Entire dividends as reported on page 1, line 4 | 30 | | |
| 31. | Bad debt deduction allowed by section 241-4(b)(3), HRS. (See instruction VII(c)). | 31 | | |
| 32. | Other deductions authorized by law — submit schedule. (See instructions VI(b) and X(b)). | 32 | | |
| 33. | Total of lines 30 through 32. | 33 | | |
| 34. | Net income after Hawaii adjustments (line 29 minus line 33) | 34 | | |

Note: If you do not need to apportion your income, skip lines 35 through 56, enter the amount on line 34 on line 57, and continue with line 58. Otherwise, continue with line 35.

ADJUSTMENTS TO ARRIVE AT APPORTIONABLE BUSINESS INCOME SUBJECT TO TAX**DEDUCT:**

| | | | | |
|-----|---|----|--|--|
| 35. | Nonbusiness dividends included on page 1, line 4, and included on line 24 above | 35 | | |
| 36. | Nonbusiness interest (Attach schedule) | 36 | | |
| 37. | Royalties from nonbusiness assets (Attach schedule) | 37 | | |
| 38. | Net profit from nonbusiness rental property | 38 | | |
| 39. | Net gain from nonbusiness assets (Attach schedule) | 39 | | |
| 40. | Other adjustments (Attach schedule) | 40 | | |
| 41. | Total (lines 35 to 40, inclusive) | 41 | | |
| 42. | Balance (line 34 minus line 41) | 42 | | |

ADD:

| | | | | |
|-----|--|----|--|--|
| 43. | Net loss from nonbusiness rental property | 43 | | |
| 44. | Net loss from nonbusiness assets (Attach schedule) | 44 | | |
| 45. | Total of lines 43 and 44. | 45 | | |
| 46. | Business income from sources within and without Hawaii (line 42 plus line 45). | 46 | | |
| 47. | Allocate _____ % (from Schedule P, line 8), as apportionable income attributable to Hawaii and subject to tax. (Multiply line 46 by the %) | 47 | | |

CLASSIFICATION OF APPORTIONABLE BUSINESS INCOME SUBJECT TO TAX

| | | | | |
|-----|---|----|--|--|
| 48. | Enter the portion of the amount on line 47 that is ordinary income | 48 | | |
| 49. | Enter the portion of the amount on line 47 that is net capital gain. Also, enter on line 60 | 49 | | |
| 50. | Total (lines 48 and 49). This total must be equal to the amount on line 47. | 50 | | |

Continue on page 3

TAX COMPUTATION

Schedule A — ADDITIONAL INFORMATION REQUIRED

Schedule B. — TAXES

Explanation

Amount

Total (Enter here and on page 1, line 15(a).)

Schedule C. — INCOME FROM DIVIDENDS (Classified for Hawaii Purposes)

5. All other dividends

| | | |
|----|--|-------|
| 6. | Total dividends (Add amounts in columns 2, 3, 4, and 5). Enter here and on page 1, line 4 | |
| 7. | Dividends qualifying for the 70% dividends received deduction (Total of amounts in column 5) | |
| 8. | Taxable dividends (Multiply line 7 by 30%). Enter here and on page 2, line 25 | |

| Schedule E. — COMPENSATION OF OFFICERS | | | | | |
|--|-------------------|-----------------------------|------------------------------------|--------------|---------------------------|
| 1. Name and address of officer | 2. Official title | 3. Time devoted to business | Percent of corporation stock owned | | 6. Amount of compensation |
| | | | 4. Common | 5. Preferred | |
| | | | | | |
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| | | | | | |
| | | | | | |
| Total compensation of officers (Enter here and on page 1, line 11) | | | | | |

| Schedule F. — BAD DEBTS | | | | | | | |
|---|---|-------------------------------------|---------------------|---|-------------------------------------|-------------------------------------|-------------------------|
| 1. Last 3 Prior and Current Taxable Years | 2. Amount of Notes and Accounts Receivable Outstanding at End of Year | 3. Taxable (or Net) Income Reported | 4. Sales on Account | 5. Bad Debts of Corporation if No Allowance Is Carried on Books | If Corporation Carries An Allowance | | |
| | | | | | 6. Gross Amount Added to Allowance | 7. Amount Charged Against Allowance | 8. Balance of Allowance |
| 19 | | | | | | | |
| 19 | | | | | | | |
| 19 | | | | | | | |
| 19 | | | | | | | |

| Schedule H. — NON-REFUNDABLE CREDITS | | | |
|---|---|--|--|
| 1. Credit for Energy Conservation (Attach Form N-306) | 1 | | |
| 2. Low-income Housing Tax Credit (Attach Form N-586) | 2 | | |
| 3. Total Non-Refundable Credits. Add lines 1 and 2. (Enter here and on page 1, line 69) ➤ | 3 | | |

| Schedule P. — COMPUTATION OF APPORTIONMENT FACTORS | | | | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| Property — (use original cost) | In Hawaii | | Total Everywhere | |
| | Beginning of taxable year | End of taxable year | Beginning of taxable year | End of taxable year |
| Land | | | | |
| Buildings | | | | |
| Loans | | | | |
| Credit card receivables | | | | |
| Leasehold interests* | | | | |
| Rented Property* | | | | |
| Other Property | | | | |
| Total | | | | |

* Enter net annual rent X 8.

| | A. In Hawaii | B. Everywhere | |
|--|--------------|---------------|---|
| 1 Property values (average value of property above) | | | |
| 2 Property factor (line 1, col. A divided by line 1, col. B) | | | % |
| 3 Total compensation | | | |
| 4 Payroll factor (line 3, col. A divided by line 3, col. B) | | | % |
| 5 Total receipts | | | |
| 6 Receipts factor (line 5, col. A divided by line 5, col. B) | | | % |
| 7 Total of factors (add lines 2, 4, and 6) | | | % |
| 8 Average of factors (divide line 7 by 3). Enter here and on page 2, line 47 | | | % |